G. R. S. IX-5]

Previous references.

Bkg: 16 - 1895

191 .

(Banking)

Later references.

File No. 149 / 896

Serial Nos. 1 - 6.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos.

Part B for August 1898.

SUBJECT.

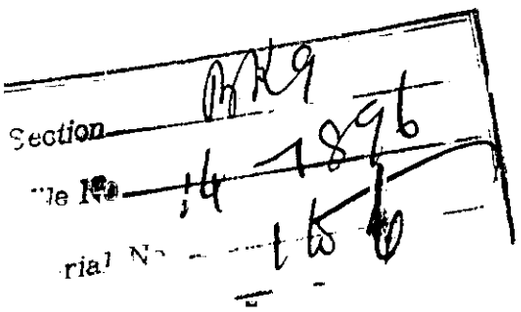
Additional loan ~~granted~~ to the Chickamagalur Agricultural Bank.

Indexed

WD 58—GPB—50,000—24-7-18

(13)

Memo



In Government Pro: No (11) 6916-19 dated the 1st RA 117-95 asmy, 7 February 1897, 3 lacs of Rs was sanctioned for the Agricultural Bank at Chickmangalur restricting loans as shown below:-

Class I on the security of immovable property	Rs 25,000 ✓
" ii on joint promotes.	3,000 ✓
" iii on joint instalment bonds	1500 ✓
" IV on Mukadala	500 ✓

Now, the Deputy Commr, in forwarding copy of letter No 115 of 13th June 1897 with enclosures, from the Inspector Agricultural Banks, recommends the grant being raised from 3 to 4 lacs, and the loan under class I from Rs 25,000 to Rs 40,000, for the reasons therein set forth

Hr. Shivanna Hey. D Hoveda
for orders
Vr 17/7/97

(B)

Ruled,

There is nothing in the Rules against the grant of the additional costs applied for, but the Secretary of State had doubts as to the expediency of granting large sums to Boards created entirely in the interests of Coffee Planters & believed he had a communication with Mysore, & Travancore, & he was pleased to say he would soon receive the witnesses. Hence the adjournment of the application.

10/2/98

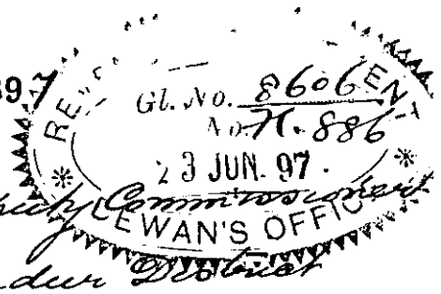
Rule nisi discharged with costs

10/2/98

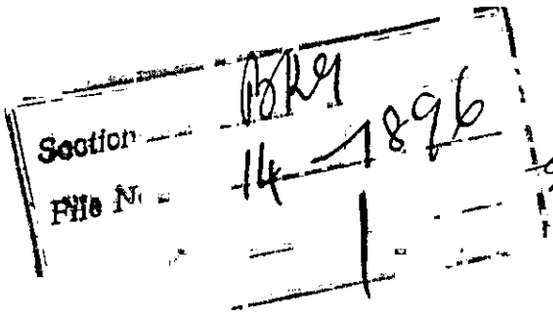
28451

Rev 44
23. 6 97

From (12) 1897



The Deputy Commissioner
Kadur District



To

The Secretary to Government
General and Revenue Departments

Dated 16th

Despatched 19 June 1897.

Received

General No. 832 / No. 1896-97

Enclosure No. 5

S No 11.

With reference to the Government order No: 6916-19 / R. 7 1175 dated 1st February last, sanctioning a loan of ~~Rs~~ 3 lacs to the Chickmagalur Agricultural Bank, has the honor to forward for the orders of Government Copy of letter No: 115 dated 13th instant with enclosures from the Inspector of Agricultural Banks, recommending the further loan of one lac of Rupees and the

passing of the limit of
loan under class I on the
security of immovable pro-
perty from ~~Rs~~ 25,000/- to
~~Rs~~ 40,000/- as prayed for
by the Bank

Deputy Commissioner
Kaduna District

No: 115

Office of the Inspector of Agricultural Banks in Mysore

Dated Bangalore, 13th June 1897.

From

The Inspector of Agricultural Banks in Mysore.

To

The Deputy Commissioner
Kadur District.

Sir,

I have the honour to forward in original the marginally noted letters with their enclosures received from the President of the Chikmagalur Agricultural Bank and to state that for reasons therein set forth and in consideration of the estimated value of the property owned by the members being Rs. 20,21,000/-, I am of opinion that a further advance of one lakh of rupees may be recommended to be granted and the limit of loan of Rs. 25,000/- fixed in para 6 of Government Proceedings No: 6916-19 R.F. 117-95 (11) dated 1st February 1897 under Class I. on the

* No: 5 dated 17-5-97 with 1 Enclosure.
19-5-97 with - Bills -

security of immoveable property be raised to Rs: 40,000, as prayed for.

It is a fact that Rs: 25,000 is not sufficient for the upkeep of a few estates owned by some members.

The property of Bagmane Linge Gowda and his brother has been valued at nine lakhs of Rupees and they have been drawing hitherto from Messrs: Binny & Co. every year Rs: 60,000 to meet the annual working expenses upon the hypothecation of the crop.

Under these circumstances it is hoped that the application of the Chikmagalur Agricultural Bank for increase of capital and for raising the limit of the loan will be favourably considered.

I have &c.

(Signed) Chengiah Shetti.
Inspector of Agricultural Banks in Mysore.

"Copy"

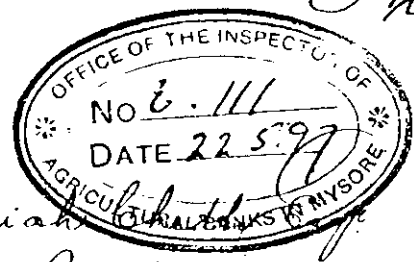
Deputy Commissioner
Kadur District.

Amt.

No. 5

The Chickmagalur Agricultural Bank

Chickmagalur 17 May 1897



To Chengiah
Assistant Commissioner
Inspector of Agricultural Banks
Bangalore

Sir,

I have the honor to inform you that in accordance with Government Proceedings No. 6916-19. R.F. 117-95 dated 1st Feby 1895 the Chickmagalur Agricultural Bank was duly opened on the 15th Instant with the Capital of Three lacs of Rupees sanctioned. Of this amount a sum of Rs. 2,96,800 has been allotted to such of the Members as have executed the necessary Deeds of Mortgage in favor of this Bank, and a balance of Rs. 3,200 stands at the Credit of the Bank.

With reference to the Resolution (Copy of which is attached) passed on the 14th Feby 1897, at a General Meeting of the Members, to the effect that the amount of the Loans to be granted under Class I. on the Security of Immovable Property be raised to Rs. 40,000 and the order passed in Para 6 of the above mentioned Proceedings, where the Amount sanctioned is Rs. 25,000. I beg you will be pleased to represent to the Government that Sanction be granted to raise the limit to Rs. 40,000. as originally requested by the Members.

As you are aware several of our Members require for their actual Annual Working expenses, a sum of money in excess of the limit amount of Rs 25,000. as at present sanctioned. For instance, without going into details, I may mention that the Bagmane Goodas have been drawing from Sept. 1 Bimmy & a sum of Rupees twenty thousand annually for Working expenses and for Sheth Ali, from Jamshoots in Mangalore, half that sum. Such large amounts are required by certain of our Members to carry on the actual work of their Estates and these amounts are drawn in fixed Monthly instalments. On Crops being realised, these sums drawn for upkeep, are repaid with interest on the 30th of April of each year. As at present constituted, all those holding large properties are only able to draw up to Rs 25,000, a sum in many cases quite inadequate for the upkeep & proper working of their Estates, and there is absolutely no margin left for paying off any debts or liabilities.

Under these circumstances unless those requiring large sums for upkeep are able to obtain them from the Bank, they must either allow their properties to deteriorate or borrow funds elsewhere to keep their work up to the necessary standard of excellence. As it will not be advisable to allow Members to raise money elsewhere, they must neglect to starve their Estates and the Security given to the Bank must in consequence suffer.

By Government proceedings it was allowed that a sum

equal

equal to three quarters of the valuation of the Members property could be advanced - but the Members of this Bank, for better securing their Capital unanimously passed a Resolution that a sum equal only to one third of the value of the property be advanced. Those having large properties and therefore requiring large sums of money are unable even to get so small a loan as one third of the estimated value of their Estates, in some cases in fact not equal to one fifth of the value.

Considering the Special Circumstances of the Bank I trust you will be so good as to represent to the Government the very urgent necessity of raising the limit of Loans under Class I to Rs 40,000. As unless we are able to satisfy the needs of our Members, the original object of Government in instituting these Agricultural Banks will be defeated -

Trusting you will bring this matter before Government with your recommendation, at as early a date as possible

I have the honor to be

Sir,

Your most obedient Servant

Agent

Chickmagalur Agricultural Bank.

Enclosure No 5

[illegible]

[illegible] 14.2.97 [illegible]

[illegible]

[illegible] 2.2.97 [illegible]

[illegible] 1897 [illegible]

[illegible]

1. [illegible]
2. [illegible]
3. [illegible]
4. [illegible]
5. [illegible]
6. [illegible]
7. [illegible]
8. [illegible]
9. [illegible]
10. [illegible]
11. [illegible]
12. [illegible]
13. [illegible]

[illegible]

2. [illegible] 1897 [illegible] 6916-19 [illegible] 1242/1 [illegible]

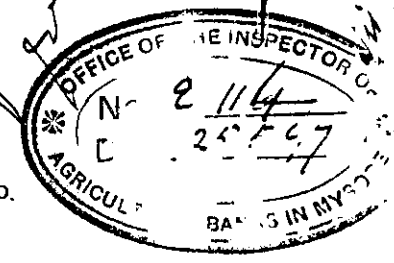
17-95

3

4

No 7
Encl:

Chickmagalur Agricultural Bank
Chickmagalur 19th May 1897



To Chengiah Chetty Esq:
Assistant Commissioner
Inspector of Agricultural Banks.
Bangalore

Sir,

Dear Sir,

The Capital of Three lacs of Rupees Sanctioned by Government for this Bank, distributed as it has been at the rate of Rs 25,000 as a maximum to the Smaller Estate owners at the rate of one third of the value of their properties, has already been allotted.

At a Meeting held on the 20th March 1897 it was proposed that Government be applied to, to increase the Capital of Three lacs by an additional Two lacs of Rupees to enable the Bank to carry on its business and take in other Members - Copy attached

Members requiring large sums for Upkeep have not been able to obtain loans for paying off debts or liabilities of any sort.

Besides this there are 68 Applications for Membership and Loans. For want of Capital the Bank is not able to entertain these applications many whose needs are very pressing are not able to obtain the relief the Government has come forward to render. On account of the various causes, so well known to you and the Government to which I will not enter into now, the Capital

asked for by the Members of the Bank in 1895, would at that time, have been sufficient. But since the scarcity of money has brought all classes of the Agricultural Community to such very great straits for three means of meeting their liabilities and for ready money to carry on their work, that had not the Government come forward with their most timely help, the sufferings of all interested in tearning their livlihood from the land, would have been intense ——————

I therefore have the honor to request that you will be pleased to represent to the Government the very urgent need of raising the Bank's Capital by an additional advance of Two lacs of Rupees — to enable it to extend its sphere of usefulness —

By your valuation, the properties at present secured to the Bank already amounts to over Twenty one lacs of Rupees, so there can be no objection to the Government making up the Bank's Capital to Two lacs of Rupees, but besides this by taking in other Members the Securities with the Bank will be Considerably increased.

As I have to give an early & definite answer to the several Applicants as to whether the Bank will be in a position to take them in as Members & grant them the loans they require. I have the honor to request that you will be pleased to bring this matter to the notice of Government, with your favorable recommendation as early a date as possible and to favor me with a reply to enable me to dispose of the applications —

I have the honor to be Sir —
Your most obedient Servant

C. Veeratha Gowda
President

NO. IX-788
DATE 26.3.97
AGRICULTURAL BANKS IN MYSORE

1		20,000
2		
3		10,600
4		24,000
5		1,800
6		11,400
7		3000

9	[illegible]	25000	-
10	[illegible]	9000	-
11	[illegible]	21000	-
12	[illegible]	7000	-
3	[illegible]	25000	-
4	[illegible]	20000	-
5	[illegible]	2800	-
6	[illegible]	24000	-
7	[illegible]	25000	-
8	[illegible]	15000	-
9	[illegible]	24000	-
20	[illegible]	24000	-
1	[illegible]	4500	-
2	[illegible]	1500	-
	[illegible]	[illegible]	-
	[illegible]	[illegible]	-
	[illegible]	[illegible]	-
	[illegible]	2000	-
	[illegible]	323800	-

True Copy
C. Veerathavanda.
President
Kambaru Agricultural Bank

Signed / C. Veerathavanda.

REVENUE DEPARTMENT
G.O. No. 916
No. 164
30 JUL. 97
CENTRAL OFFICE

From
The Deputy Commr
Wynaad District

To
The Secretary to Govt
General and Revenue depts

Dated 27th July
Despatched 29th July
Received
General No. 90
No.

Enclosure No. 5

As called for in para 7 of G.O. No 916-19 dated 1st February last, I have the honor to submit herewith extracts from the maps of the Taluks noted overleaf, shewing the names of villages in which the coffee estates and other landed property of the members of the Chikmagalur Agricultural Bank are situated and on the security of which a sum of 3 lakhs rupees has been advanced.

Deputy Commr
Wynaad

1 Chikmagalur
2 Mudgere ✓
3 Hadur ✓ ✓
4 Tarikere ✓ /
5 Shimoga /

Dist. (1) (15)

Read.

Docket no 90 of the 27 July 1897. from the Dep. Commr Kadur Dh, submitting, as required in Govt: Pro. no ~~of the~~ 6916.19 of the RT 117.95 of February last, extracts from the maps (Y) marginally of the Talukes therein & the Names of Villages in which the Coffee Estates and other leased property of the members of the Chickmagalore Agricultural Bank are situated

---see Order thereon.

Recorded

JPS 6/8/97 N 6/8/97

Govt
14 - 1896
3

1. Chickmagalore.
2. Mudgere
3. Kadur.
4. Tarikere
5. Shimoga

No 1746-47 / RT 117-95 / 13 8.97

To The Dep: Commr Kadur Dh.
The Inspector, Agri: Banks

6022
1023
1898

17

From
The Deputy Commissioner
Kaduna District

To
The Secretary to Government
Gen. & Rev. Departments.

Dated 15th
Despatched 16th February
Received
General No. 560 / 1897-98.
No.

Enclosure No.

S 2612

This Office No. 832 dated 16th June 1897, forwarding for the orders of Government copy of letter No. 115 dated 13th idem from the Inspector of Agricultural Banks and recommending the further loan of one lac of Rupees to the Agricultural Bank

Rec'd 21/2/98

Submitted with reference to the Secretary's order on the Dy Commrs letter No 832 referred to.

This may also be one of those the Dewan's return from leave

26/2/98

Submitted
27/2/98

Yes - In the meantime, if proper arrangements can be made in the interests of agriculture I see no objection -

1/3/98

Resubmitted for orders -

19/3/98 19/3/98

Sales & Accounts

22/3/98

If some definite scheme for repayment of the loan by the Agriculturists can be made by the Banks we may give the advance. The number of loans - The amount - Their security - The Banks dealings with the Bank - The steps taken for the Bank's protection & recovery of the loan advance repaid or not. Copies of the Dy Commrs letter No 832 dated 16th June 1897 & the Inspr's report to be returned.

7-7-98

at Chikmaglur.

Has the honor to request the favor of an early reply to the above.

Dy Commissioner
Kadur Dt.

Md

Read.

(12)

Docket no 832 dated the 16th June 1897, from the Deputy Commissioner, Kadur Dt, Submitting copy of letter No 115 of 12th idem, received from the Inspector of Agricultural Banks in Mysore, recommending in favor of the Agricultural Bank at Chickamagalur a further loan of one lac of rupees and the raising of the limit of the loan under class I on the security of immovable property from Rs 25,000 to Rs 40,000-

Section 1896
No 44 1896
b

912-15-

N 11 ~~912-15~~ 830/7/98.

Ref 117-95 30

Order thereon

Under the circumstances stated in the Correspondence read above, Government are

are pleased to sanction the raising of the limit of loans under class I from Rs 25,000 to Rs 40,000. provided that such loan does not Exceed one third of the value of the property hypothecated.

2. Government observe that an increase to the Capital of 3 lacs already sanctioned in Government Pro: No. 1869 16. 19 dated 1st February 1897 is urgently called for, as the annual working Expenses seem to amount to a larger sum than is ~~is~~ can be met from ~~possible to meet with~~ the present Capital. and as it is necessary that during the time the advance paid by Government continues, the Government should see that the estates are not neglected.

3. In Lr dated No 115 of the 13th June 1897. The

the Inspector of Agricultural Banks value the estates held by the members at Rs 20,24,000, and it is believed that they have not since materially deteriorated or decreased in value - The Deputy Commissioner or the Inspector should however inspect them once more at a very early date & after satisfying themselves as to the correctness of the valuation then made, submit a report for the orders of Government. advance

with a further loan of one lac of rupees being sanctioned for the Bank, their existing Share Capital

4. The principles regulating agricultural Banks which are noted below should be carefully Explained to the members & Directors of the Bank.

(1) "The increasing importance of proposals to establish

from Govt to be advanced to you here.

" as in the course of a
" few brief years the
" members were themselves
" able to advance their
" savings as loans to the
" Banks, and the Banks
" would be able to lend money
" (out of such loans)
" to the poorer members
" in need of help. If
" the persons proposing
" themselves into the
" Association in question
" do not prescribe a
" similar line of policy
" for their scrupulous
" future conduct, the
" system will fail to
" achieve the object in
" view".

5. The temporary nature of the advance made to the members of this Bank has been already declared in para 10 of the Government Pro: no 6916-19 of the 1st / dt 117-95 February 1897. Nothing

seems to have been done
to repay any portion of
the advance made, & the
circumstances which render
the additional advance
necessary coupled with the
fact that the crops during
the last year were poor,
& the prices low afford
some explanation of the
fact. Nevertheless, it is
important to impress this
essential feature of the
institution on the members,
& Mr Srinivasa Rao, who
has appeared as the
representative of these
gentlemen agrees the
Govt that it is possible
to repay the advance
in a period of 7 years.
The Deputy Commissioner
should accordingly see
that this engagement is
always kept in view

and that proportionate
repayments are made from
year to year.

6. It is also important to
watch the condition of the
landed Estates on the security
of which this large advance
has been sanctioned. The
Deputy Comm.r & the Inspectors
of Agricultural Banks
should between them
arrange to inspect the
Estates twice a year & report
their condition to Govt.

7. The members of the Bank
should be distinctly made
to understand that they
are expected to keep
their Estates in efficient
condition & that any marked
deterioration when
when brought to the notice
of Govt may necessitate
the immediate and
peremptory Collection
of the advance.

8. The Inspection of

of Agricultural Banks is directed to proceed forthwith and ascertain the present condition of the estates attached to the Agricultural Bank at Chicknagaloor.

May this be transmitted? yes

JB 27/7/98

To Dr: Comm[r] Madras

The Inspector of Agricultural Banks in Mysore

Comptroller.

Registrar Joint Stock Companies.

May this be communicated to the Dewan of Coorg for his information also —

Please see memo on type scroll at end

29-7-98

Sd

27-7-98

26/8/98

Memo now 30/7/98

To be sent to Coorg for info. 30/7/98

(18)

1898-99

GOVERNMENT OF MYSORE

FINANCIAL

PROCEEDINGS

Dated 30th July 1898

No. 912-15
R. F.117-95

Sanctioning, with certain observations, in favor of the Agricultural Bank at Chikmagalur, a further advance of one lakh of rupees, and the raising of the limit of the loan under Class I from Rs. 25,000 to Rs. 40,000.

MGCPB—16-8-98—200

READ—

Docket No. 832, dated the 16th June 1897, from the Deputy Commissioner, Kadur district, submitting copy of letter No. 115, dated 13th idem, received from the Inspector of Agricultural Banks in Mysore, recommending in favor of the Agricultural Bank at Chikmagalur, a further loan of one lakh of rupees and the raising of the limit of the loan under Class I, on the security of immovable property, from Rs. 25,000 to Rs. 40,000.

No. 912-15—R. F. 117-95, DATED BANGALORE, 30TH JULY 1898.

ORDER THEREON.—Under the circumstances stated in the correspondence read above, Government are pleased to sanction the raising of the limit of loans under Class I from Rs. 25,000 to Rs. 40,000, provided that such loan does not exceed one-third of the value of the property hypothecated.

2. Government observe that an increase to the loan of three lakhs already sanctioned in Government Proceedings No. 6916-19—R. F. 117-95, dated 1st February 1897, is urgently called for, as the annual working expenses seem to amount to a larger sum than can be met from the present capital.

3. In his letter No. 115, dated the 13th June 1897, the Inspector of Agricultural Banks valued the estates held by the Members at Rs. 20,24,000, and it is believed that they have not since materially deteriorated or decreased in value. The Deputy Commissioner or the Inspector should however inspect them once more at a very early date and after satisfying themselves as to the correctness of the valuation then made, advance a further loan of one lakh of rupees to the Bank, thus raising the total advance from Government to rupees four lakhs.

4. The principles regulating Agricultural Banks, which are noted below, should be carefully explained to the Members and Directors of the Bank:

(1) "The increasing number of proposals to establish such Banks in the "coffee tract and the applications made for the help of Government to "such proposed Banks by means of loans from the Treasury show the "want of a sufficient appreciation of the scope and essential principles "upon which alone such Banks can be expected to be successfully main-"tained."

(2) "Mutual co-operation and self-help are the essential foundations of the "system. In other countries, these Banks have had to pledge the "united credit of their Members and upon such credit to borrow money "from the ordinary exchange Banks at moderate rates of interest; but "such borrowing was found necessary only in the earlier stages as in the "course of a few brief years the Members were themselves able to "advance their savings as loans to the Banks, and the Banks were able "to lend money (out of such loans) to the poorer Members in need of "help. If the persons proposing themselves into the association in question "do not prescribe a similar line of policy for their scrupulous future "conduct, the system will fail to achieve the object in view."

5. The temporary nature of the advance made to the Members of this Bank has been already declared in para 10 of the Government Proceedings No. 6916-19—R. F. 117-95 of the 1st February 1897. Nothing seems to have been done to repay any portion of the advance made, and the circumstances which render the additional advance necessary, coupled with the fact that the crops during the last year were poor, and the prices low, afford some explanation of the fact. Nevertheless, it is important to impress this essential feature of the institution on the Members, and Mr. Srinivasa Rao, who has appeared as the representative of these gentlemen, assures the Government that it is possible to repay the advance in a

period of seven years. The Deputy Commissioner should accordingly see that this engagement is always kept in view, and that proportionate repayments are made from year to year.

6. It is also important to watch the condition of the landed estates on the security of which this large advance has been sanctioned. The Deputy Commissioner and the Inspector of Agricultural Banks should between them arrange to inspect the estates twice a year and report their condition to Government.

7. The Members of the Bank should be distinctly made to understand that they are expected to keep their estates in efficient condition, and that any marked deterioration, when brought to the notice of Government, may necessitate the immediate and peremptory collection of the advance.

8. The Inspector of Agricultural Banks is directed to proceed forthwith and ascertain the present condition of the estates attached to the Agricultural Bank at Chikmagalur.

C. SREENIVASIENGAR,
Secy. to Govt., Gen. & Rev. Depts.

To—The Deputy Commissioner, Kadur District.
The Inspector of Agricultural Banks in Mysore.

Exd.--c.v.

(19)

REVENUE DEPARTMENT
Gl... 1577
AUG 31 1898
DI... OFFICE

-Gen 30]

1898-99

From The Inspector of Agricultural Banks in Mysore

To

The Secretary to the Govt. of Mysore,
General Revenue Dept.

Dated Bangalore 28th August '98
Despatched 300
Received
General No. 88
No. 13
Enclosure No. 2

In reply to Govt Pro: No 912-15 of 30th July 1898. RF 117-95

SUBJECT.

Reporting that the inspection of the Coffee Estates of the Chikmagalore Agricultural Bank is postponed till the cold weather next & that necessary allotment of funds has been made for this years working expenses from the 13 Lacs originally sanctioned.

References (to be entered only in the Dewan's Office).

Refer
Rev
31-8-98

DBR
16-1896

To Hon'ble Asst Secretary for orders
3/9/98

Issued Notes also 6 Dft on Blr issued to Dewan along with Manjan letter of
5-9-98

Forwarded to Asst Secretary
DBR.
5/9/98

No 88/13 Ex 3rd.

Office of the Inspector of
Agricultural Banks in Mysore
Dated Bangalore 28th August '98
30th

From

The Inspector of Agricultural
Banks in Mysore

To

The Secretary to the
Government of Mysore
General & Revenue Department
Bangalore.

Sir,

Referring to the Government
Pro: No. 912–16/R.F 11795 of the 30th ultimo, deal-
ing the raising of the limit of loans
for the Agricultural Bank at Chikmagalur
under Class I from 25,000 to 40,000 &
and also the advance of one lac of
Rupees to be made after inspection of
the estates by the Deputy Commissioner
or the Inspector of Agricultural Banks
and after satisfying themselves
as to the correctness of the
valuation previously
made

made, I beg to report as follows:—

On receipt of this order, I proceeded to Chikmagalur and conferred with the Deputy Commissioner on the subject. The season not being propitious for inspection, it was decided to inspect the Taluks in November next. I herewith enclose a copy of my letter No. 65/21 of 20/22 instant, addressed to the Deputy Commissioner prepared after examining the accounts of the Bank. From this letter, it will be seen that the required funds have been allotted for this year's working, suppose from the 3 cases originally sanctioned as advance for the Bank and that there is no urgent necessity for issuance of funds just at present.

I have the honour to be,
Sir
Your most obedient servant.

Inspector of Agricultural Banks in Mysore

Office of the Inspector of Agricultural Banks in Mysore

No. 65/21 Dated Bangalore 20/22 August '98

From

The Inspector of Agricultural Banks in Mysore

To

The Deputy Commissioner Kadur District

Sir,

Referring to your order to the District Treasury to stop further payments to the Chikmagalur Agricultural Bank pending my examination of the accounts, I beg to state as follows:—

2. When the Bank was formed, there were 26 members on its roll and their properties were valued at Rs 20,24,000. On this security, the Government were pleased to sanction 3 lacs of rupees to carry on the business of the Bank. Before it—

the Bank commenced its operations,
three members whose Estates were
Estimated at Rs 85,000 resigned.
The other members held a General
Meeting and allotted funds to each
member both for liquidating
pressing encumbrances and other
debts and for the up-keep of the
Estates within the maximum limit
sanctioned for each individual Member
by Government as per details given in
the statement appended. It will be seen
from this, that a sum of Rs 48,000 was
apportioned for the two members,
B. Lingaji Gowda & Ranga Gowda, but
these gentlemen have not drawn
this sum nor have they resigned
their Membership. Their properties alone
were Estimated at Rs 9, 80,000. They
own three big Estates, Chikkile, Sampige
Khan and Attikhan including Sattikhan.
From the local enquiry and the information
furnished by the Sub Registrar of Mudigere

Taluk

Taking, it appears that the last Estate was mortgaged to Messrs Binny & Co in March last for Rs 90,000 payable in three annual equal instalments with interest at 9 per cent per annum. I also find from the accounts furnished by this firm that these gentlemen owed them Rs 1,01,000 at end of last month. They have also been given possession of all the Estates for being worked.

Under para 74 of the Articles of Association read Section 194 of the Mysore Land Revenue Code, it is to be presumed, I suppose, that the Government has a lien upon the Estates of these two members for the recovery of such advances as are made to the Bank by Government from time to time during the period they continue to be members of the Bank, should any necessity for such drastic measures unfortunately arise.

4 The other members drew from the

the Bank Rs 1,76,700 for the clearance of old debts & Rs 72,100 for up-keep. They agreed to repay the latter amount last April but owing to short crop of coffee and low prices they refunded Rs 24,350 only & expect to pay another Rs 2000 shortly. The Bank held a General Meeting and resolved upon utilizing Rs 48,000 set apart for Bandigeh Gowda and Nanjegowda & Rs 18,450 out of the sum refunded, for their urgent maintenance. They were forced to adopt this course to keep the Estates in efficient condition. Up to 6th instant (August), they have drawn Rs 27,005 from the Treasury and they require Rs 18,045 till end of November and the balance Rs 21,400 for four months from December. The Members will then at end of March next will have been indebted to the Bank the sum of Rs 2,88,900.

5

Next year there is every probability of the members getting a fair crop. They roughly estimate the yield of coffee to be 7,475 maunds which figure has however to be verified by me inspection in November.

6 In the Government Pro: No. 912-15 / RF-117-95 of the 30th ultimo, the limit of loans under class I was raised from Rs 25000 to Rs 40,000 so as to give to a Member provided that such loan does not exceed one-third of the value of the property hypothecated. The properties of the Members who have taken loans from the Bank were originally valued at Rs 9,59,000 and at end of the settlement

for

for all practical purposes
Rs 2,88,900 will represent the
liability of the Bank to Government
against their valuation until
the Returns are inspected and
revalued.

7 Taking the present season
of depression and the probability
of a fair crop, which will enable
the members to refund a portion
of the loans taken from the
Bank, I am of opinion that
an advance to Rs 18,04,5 may
be immediately placed at the
disposal of the President and
Court of the Bank and to 21,40,0
in December next.

8 Some of the members have
not hypothecated portions
of their properties to the Bank
as yet as the loans taken
by them do not exceed

one third

one-third the Valuation of the properties already hypothecated. As the loans they have drawn now for will fall coupled with the loans already taken by them will exceed Rs 25,000, the original limit for a loan under Class I, they have agreed to hypothecate to the Bank, the remaining properties on receipt of the intimation of the Government order raising the limit of the loan from 25,000 to Rs 41,000.

I have the honor to be,
Sir
Your most obedient servant
Sd/ M. Chengiah Chetty
Inspector of Agricultural
Banks in Mysore.

Copy
[illegible]

Inspector of Agricultural Banks

Chickmaglur Agricultural Bank.

Statement showing the valuation of the properties of the members and the amounts drawn by them.

Number	Names of members	valuation of the properties	Amounts drawn for discharging previous debts	Amounts drawn for upkeep of Estates	Total
1&2	Viratha Gowda & Sitha Ramaiyya	1,03,000	8,000	12,000	20,000
3	B. Gundappa	58,500	7,000	3,600	10,600
4	Shekalli sab	87,000	16,000	8,000	24,000
5	Jagannatha Row	15,000	7,000	1,800	8,800
6	G. Abdul Khader sab	30,000	9,000	2,400	11,400
7	Channabasappa Setty	8,000	2,800	1,200	3,000
8	D. Nirvana Gowda	25,500	5,000	1,200	6,200
9	Chandre Gowda	1,00,000	12,000	9,000	21,000
10	M. Ganesha Row	22,000	5,000	2,000	7,000
11	C. Vasu-deva Row	57,000	14,000	11,000	25,000
12&13	A. Shama Row & Bhima Row	67,000	20,000	5,000	25,000
14	Narayanatha Row	11,000	1,500	500	2,000
15	B. Rangayya	12,000	2,000	800	2,800
16	T. Raghavendrappa	92,000	18,000	6,000	24,000
17	C. Srinivasa Row	1,45,000	25,000	-	25,000
18	Raja Row	8,000	4,400	100	4,500
19	Sivaji Ramachandra	5,000	1,000	500	1,500
20	Kotha Ramiah	6,000	2,000	-	2,000
21	T. Puttanna Chetty	1,10,000	18,000	7,000	25,000
22&23	B. Rama Gowda & Ching Gowda	9,80,000	48,000	---	-
24	B. Ranga Row	25,000	-	-	-
25	B. Venkat Row	30,000	-	-	-
26	Deshpe Gowda	32,000	-	-	-
	Total	20,24,000	1,76,700 48,000	72,100	2,48,800

Office of the Inspector of Agricultural Banks in Mysore
Bangalore Dated 29th August 1848

Inspector of Agricultural Banks in Mysore